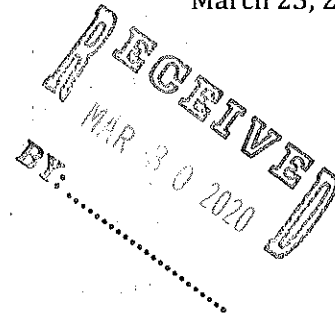


SCHULTE COMPANIES

March 23, 2020

VIA CERTIFIED U.S. MAIL

The Department of Workforce Development
P.O. Box 7972
Madison, WI 53707
Attn: Dislocated Worker Unit
RE: WARN Act Notice



Dear Dislocated Worker Unit,

This letter is to notify you that, pursuant to the federal Worker Adjustment and Retraining Act of 1988 (WARN, Public Law 100-379), Schulte Companies and its affiliated companies, including, without limitation, Schulte Hospitality Group, Inc. (collectively, the "**Company**"), will experience a material reduction in its workforce, and a number of Company employees will experience layoffs and/or furloughs as a direct result of the significant downturn in business due to the novel coronavirus (COVID-19) pandemic currently plaguing the world. The affected Company location is 176 W Wisconsin Ave, Milwaukee, WI 53203.

The Company plans to initiate a series of mass layoffs of 30 employees, in addition to traditional terminations, where and as required. A list of the job titles of the affected positions, and the approximate number of affected employees in each job title is attached hereto as **Schedule I**. It is the Company's hope that these layoffs will be temporary, but given the pronounced impact of the COVID-19 pandemic on the global economy generally, and the Company's business operations (*i.e.*, hospitality management) specifically, these layoffs may be permanent. The expected time period for the first separation of employees is March 16, 2020 through June 30, 2020. Given the speed and breadth of the spread of COVID-19, its deleterious effect on the global business environment and the sudden, unforeseeable and dramatic business circumstances surrounding the virus, the Company was unable to comply with the statutory sixty (60) day notice requirement. Considering the unprecedented nature of the COVID-19 pandemic, the Company continues to assess the situation and its business outlook on a regular basis.

The Company does not recognize strict seniority rights, but may take seniority into consideration as a factor in determining which employee to lay off or furlough and the timing of each employee's layoff. Seniority also will be considered as a factor in rehiring employees. However, seniority will be just one of many factors in these decisions, and other factors, such as business necessity, expertise and past experience and performance will also be taken into consideration in making these decisions.

Should you have any questions regarding the information in this letter, please feel free to contact Stephanie Appel, Chief Human Resources Officer of Schulte Companies at 502.489.3737 or Stephanie.appel@schultehospitality.com.

Sincerely,

By: s/Stephanie R. Appel
Name: Stephanie R. Appel
Title: Chief Human Resources Officer, Schulte Companies

[Remainder of Page Intentionally Blank. Schedule I Follows.]

SCHULTE COMPANIES

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MAR 30 2020

Schedule I

BY:

ESTIMATED NUMBER OF LAYOFFS BY CATEGORY	
<u>JOB TITLE</u>	<u>APPROXIMATE NUMBER OF ASSOCIATES AFFECTED</u>
Associate General Manager	1
Auditor	1
Bellperson	2
Breakfast Bar Attendant	3
Director of Sales	1
Front Office Manager Salary	1
Guest Service Representative	3
Laundry Attendant	3
Maintenance Engineer	4
Room Attendant	5
Room Utility	4
Rooms Inspector	1
Sales Assistant	1